

## House File 24 - Introduced

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BY KOESTER, LANDON, and R.  
TAYLOR

### A BILL FOR

- 1 An Act establishing a school district enrollment supplement
- 2 program and making appropriations.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 257.13, subsection 1, Code 2017, is  
2 amended to read as follows:

3 1. For the school budget year beginning July 1, 2001, and  
4 succeeding budget years, if a district's actual enrollment  
5 for the budget year, determined under section 257.6, is  
6 greater than its budget enrollment for the budget year, the  
7 district shall be eligible to receive an on-time funding budget  
8 adjustment. The adjustment shall be in an amount equal to the  
9 difference between the actual enrollment for the budget year  
10 and the budget enrollment for the budget year, multiplied by  
11 the district cost per pupil, and then reduced by the amount  
12 received by the district under the school district enrollment  
13 supplement program under section 257.13A.

14 Sec. 2. NEW SECTION. **257.13A School district enrollment**  
15 **supplement program — appropriation.**

16 1. A school district enrollment supplement program is  
17 established to provide additional funding for school districts  
18 in which the district's actual enrollment for the budget year  
19 exceeds the budget enrollment for the budget year. For the  
20 school budget year beginning July 1, 2018, and succeeding  
21 budget years, if a district's actual enrollment for the budget  
22 year is greater than its budget enrollment for the budget year,  
23 both as determined under section 257.6, the district may submit  
24 a request to the school budget review committee for a school  
25 district enrollment supplement. A request for an enrollment  
26 supplement pursuant to this section must be received by the  
27 school budget review committee by November 1. The school  
28 budget review committee shall approve the request for the  
29 enrollment supplement in the amount specified in subsection 3  
30 if the district meets the requirements of this section.

31 2. *a.* For each fiscal year beginning on or after July  
32 1, 2018, there is appropriated from the general fund of the  
33 state to the department of education the sum of ten million  
34 dollars, or so much thereof as is necessary, to make all school  
35 district enrollment supplement payments under this section, as

1 calculated in subsection 3.

2     *b.* If the amount appropriated under this subsection is  
3 insufficient to pay the entirety of all school district  
4 enrollment supplement payments calculated under subsection 3,  
5 the department of education shall prorate the amount of the  
6 school district enrollment supplement payment provided to each  
7 district.

8     3. The amount of each eligible school district's enrollment  
9 supplement shall be the difference between the school  
10 district's actual enrollment for the budget year minus the  
11 school district's budget enrollment for the budget year  
12 multiplied by the school district's regular program foundation  
13 aid per pupil for the budget year.

14     4. School district enrollment supplement payments shall be  
15 paid by the department of education in a single payment at the  
16 same time as the first monthly installment is paid on or after  
17 January 1 of the budget year under section 257.16, subsection  
18 2.

19     5. School district enrollment supplement payments received  
20 under this section are miscellaneous income and shall be  
21 deposited in the general fund of the school district. However,  
22 the school district enrollment supplement amount shall not be  
23 included in district cost. An enrollment supplement under this  
24 chapter shall not affect the receipt or amount of a budget  
25 adjustment received under section 257.14.

26     6. Except for an adjustment to an amount under section  
27 257.31, subsection 5, participation in the school district  
28 enrollment supplement program under this section shall not  
29 affect a school district's eligibility to receive an amount  
30 from the school budget review committee under section 257.31.

31     Sec. 3. Section 257.31, subsection 5, paragraph a, Code  
32 2017, is amended to read as follows:

33     *a.* Any unusual increase or decrease in enrollment. In  
34 deciding a school district's need for additional funds under  
35 this paragraph "a", the school budget review committee shall

1 consider school district enrollment supplement amounts received  
2 by the school district under section 257.13A for the same  
3 budget year, and may accordingly adjust amounts granted for the  
4 purposes of this paragraph.

5 EXPLANATION

6 The inclusion of this explanation does not constitute agreement with  
7 the explanation's substance by the members of the general assembly.

8 This bill establishes a school district enrollment  
9 supplement program to provide additional funding for school  
10 districts in which the district's actual enrollment for the  
11 budget year exceeds the budget enrollment for the budget  
12 year. For the school budget year beginning July 1, 2018, and  
13 succeeding budget years, if a district's actual enrollment  
14 for the budget year is greater than its budget enrollment for  
15 the budget year, the district may submit a request to the  
16 school budget review committee for a school district enrollment  
17 supplement. The school budget review committee is required  
18 to approve the request for the enrollment supplement if the  
19 district meets the requirements of the bill.

20 The amount of each eligible school district's enrollment  
21 supplement is the difference between the school district's  
22 actual enrollment for the budget year minus the school  
23 district's budget enrollment for the budget year multiplied by  
24 the school district's regular program foundation aid per pupil  
25 for the budget year.

26 The bill establishes a \$10 million annual appropriation,  
27 or so much thereof as is necessary, for each fiscal year  
28 beginning on or after July 1, 2018, for the payment of school  
29 district enrollment supplement amounts. If the appropriation  
30 is insufficient to make all such payments, the department of  
31 education is directed to prorate those payment amounts. The  
32 bill specifies that school district enrollment supplement  
33 payments are miscellaneous income and must be deposited in  
34 the school district's general fund. However, the enrollment  
35 supplement amount is not to be included in district cost.

1 Code section 257.13 provides that if a school district's  
2 actual enrollment for the budget year is greater than its  
3 budget enrollment for the budget year, the district shall be  
4 eligible to receive an on-time funding budget adjustment. The  
5 bill provides that a budget adjustment under Code section  
6 257.13 shall be reduced by the amount received by the district  
7 under the school district enrollment supplement program. The  
8 bill further specifies that an enrollment supplement does not  
9 affect the receipt or amount of a budget adjustment received  
10 under Code section 257.14, and, except for an adjustment to  
11 the amount, does not affect a school district's eligibility to  
12 receive an amount from the school budget review committee under  
13 Code section 257.31 based on an increase in enrollment.